

BEFORE
THE PUBLIC SERVICE COMMISSION OF
SOUTH CAROLINA
DOCKET NO. 2014-346-WS

IN RE:)
 Application of Daufuskie Island Utility Company, Inc.)
 For Approval of a New Schedule of Rates and)
 Charges for Water and Sewer Service)

NOTICE OF
REVISED RATE SCHEDULE

On March 21, 2018, the Commission entered a Directive denying DIUC's Motion for Reconsideration of Order No. 2018-68. The Directive also included the following discussion:

... in its filing on February 4, 2018, the Company noted that, pursuant to our Order on Rehearing, it is collecting \$955,136 in additional annual revenue, rather than the \$950,166 in additional annual revenue that we approved in that Order. I move that we require the Company to make appropriate adjustments to cease the collection of the annual revenue which exceeds the authorized level of \$950,166.

Directive at 2.

DIUC submits the attached Schedules demonstrating the appropriate adjustments have been made in response to the Directive. *See Exhibit 1*. As indicated, the rates reflect the \$950,166 annual increase and refunds related to the difference between the \$955,136 total and the \$950,166 adjusted total.¹ The Schedules also demonstrate a further reduction to reflect additional refunds, with interest, for the 6 quarters for which the previous refunds were made.

The difference between the \$955,136 increase reflected in the existing rates and the adjusted \$950,166 increase is \$4,970, which for a year and a half would require a pre-interest

¹ When DIUC applied the rulings of the Commission upon rehearing, the resulting fallout adjustments produce a revenue increase in the amount of \$955,136. *See* Letter from Gressette to Honorable Jocelyn Boyd, dated and electronically filed December 22, 2017 with attached Schedule A-5 "Test Year Revenue - Proposed Rates."

refund of \$7,455, plus \$447 of interest at 12% applied to the average amount of the pre-interest refund.

The rate reductions will benefit all customers and are being applied to the Base Service Charges for connected customers and to the Availability Rates for availability customers. This will not impact the calculation of usage rates.

Because the refund with interest is so small, on average only a little over \$0.63 per quarterly bill (a range of \$0.49 to \$1.39), it is not economical to incur the administrative costs and billing system costs of including a refund for this billing then revising the entire calculation again for the next billings. Therefore, the revised rates will include a reduction for the refund for all future billings. This provides every customer with an additional credit in every billing cycle, until the next rate revision is effectuated by appeal or subsequent rate application.

Respectfully submitted,

/s/ Thomas P. Gressette, Jr.

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March 28, 2018

Charleston, South Carolina

CERTIFICATE OF SERVICE

This is to certify that on March 28, 2018, I caused to be served upon the counsel of record named below a copy of the foregoing **NOTICE OF REVISED RATE SCHEDULE**, by electronic mail, as indicated.

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/s/ Thomas P. Gressette, Jr.